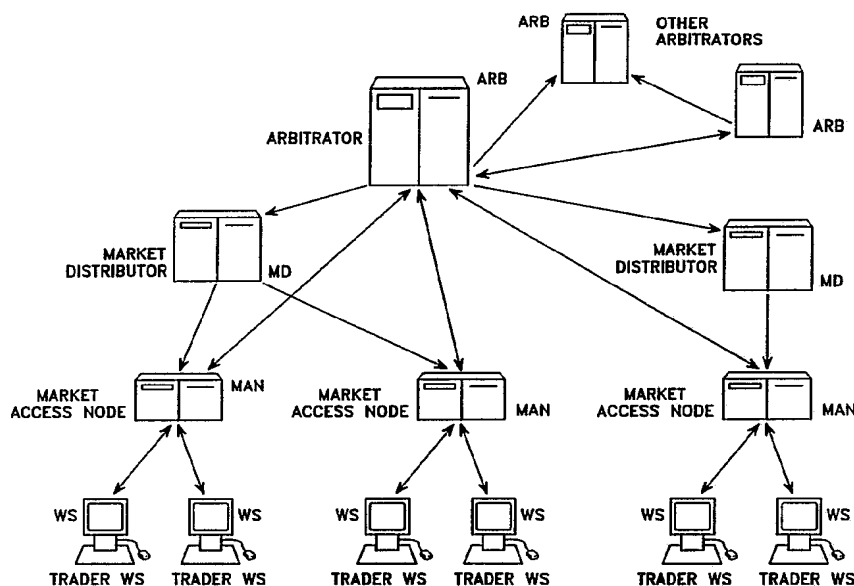


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**(54) Title:** CREDIT MANAGEMENT FOR ELECTRONIC BROKERAGE SYSTEM



**(57) Abstract**

An anonymous trading system (Fig. 1) identifies the best bids and offers (QuoteSubmit, Fig. 3) from those counterparties (WS A1a1) with which each party (WS A1b1, WS A1b2, ... WS A2a2) is currently eligible to deal, while maintaining the anonymity of the potential counterparty and the confidentiality of any specific credit limitations imposed by the anonymous potential counterparty. To that end, each bid or offer (QuoteSubmit, Fig. 3) for a particular type of financial instrument is prescreened by the system for compatibility with limited credit information (for example, a one bit flag indicating whether a predetermined limit has already been exceeded) and an anonymous "Dealable" price (24, 26) is calculated for each of the traders (WS A1b, ... WS A2a) dealing with that particular financial instrument.

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**CREDIT MANAGEMENT FOR ELECTRONIC BROKERAGE SYSTEM**

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**TECHNICAL FIELD**

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The present invention relates generally to a electronic brokerage system having a communication network connecting traders dealing in financial instruments, and more particularly to a computerized system for distributing anonymous price quotes on a selective basis in accordance with previously established credit limits.

10

**BACKGROUND ART**

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Reuters' published European patent applications EP 399 850, EP 407 026, and EP 411 748 disclose an automated matching system for anonymous trading of foreign currencies (or other financial instruments) in which a single host computer maintains a central data base consisting of all the trading instruments available for trade, credit information, and the various bids and offers that are present throughout the system. The host computer uses the information in its central data base to match active bids and offers (as well as executing any transitory "hit bid" and "take offer" transactions) based on matching criteria which include the gross counterparty credit limit between counterparties to a potential matching transaction, price, and available quantity. To that end, each client site establishes and may subsequently vary or reset a credit limit for each possible counterparty, which is used by the host computer to establish the gross counterparty credit limit for each possible pair of parties and which is equal to the minimum of the remaining credit (initial credit limit less any applicable transactions that have already been executed) from the first party to the second party and from the second party to the first party. The host computer blocks completion of an otherwise eligible matching transaction between a given pair of potential counterparties when the transaction has an associated value in excess of the applicable gross credit limit. In that system, the various client site computers (keystations) merely maintain and display a restricted subset of the information available at the central

2 computer, such as a predetermined number of the best bids and offers, and  
communicate credit and other transaction oriented information to the host  
4 computer for execution. However, in an attempt to preserve the anonymity  
of the parties, the client sites do not have access to any credit limits set by  
their possible counterparties, or even to the identification of any other party  
6 to a particular transaction until after a transaction has been completed.

Thus, in the known prior art system, confidential counterparty credit  
8 limit data is maintained in real time and utilized as part of the trade matching  
process by a central host computer. As a consequence, each client site has  
10 no way to determine, prior to committing to buy or sell at a displayed price  
from one or more anonymous counterparties, whether it is in fact eligible to  
12 respond to any of the bids or offers currently being displayed. The client  
site is connected to the central host computer by telecommunication lines;  
14 the host computer is not under the direct control of the party providing the  
confidential credit limit data and thus provides potential opportunities for  
16 unauthorized access to the credit information, even though the host  
computer does not utilize the credit information until a match has been  
18 found between a Buyer and a Seller.

Consequently, until he attempts to execute a trade at the best price  
20 currently displayed on his screen, a trader using the prior art anonymous  
matching system has no way of knowing whether he has credit with, and  
22 is willing to extend credit to, the anonymous counterparty offering (bidding)  
the best price currently displayed on his screen and thus whether any  
24 attempt to buy or sell at the displayed price will be subsequently invalidated  
by the system for lack of such credit.

26

## **SUMMARY OF THE INVENTION**

28 It is an overall objective of the present invention to provide an  
anonymous trading system which can identify the best bids and offers from  
30 those counterparties with which each client site is currently eligible to deal,  
while maintaining the anonymity of the potential counterparty and the  
32 confidentiality of any specific credit limitations imposed by the anonymous

potential counterparty.

2           To that end, each client site preferably provides the system with only  
limited credit information for each potential counterparty (for example, a one  
4   bit flag indicating whether a predetermined limit has already been exceeded)  
and each bid or offer for a particular type of financial instrument is  
6   preferably prescreened by the system for compatibility with that limited  
credit information before calculating an anonymous "Dealable" price for  
8   presentation to any of the traders dealing with that particular financial  
instrument.

10           In a presently preferred embodiment, the prescreening is a simple  
check to determine whether any credit remains between the two possible  
12   counterparties to the potential transaction, and thus may be performed using  
a simple yes/no Preauthorization Matrix before any bid or offer is transmitted  
14   to a particular client site.

          In accordance with a preferred embodiment, such Preauthorization  
16   Matrices are maintained at each of several regional nodes ("distribution  
nodes") of a distributed processing communication network, with each such  
18   distribution node being connected by corresponding individual permanent  
links of the network to those client sites ("access nodes") for which it is  
20   responsible for distributing market information including customized  
"Dealable" bid and offer prices in addition to global "Best" prices.

22           More particularly, in the preferred embodiment, the sensitive credit  
limit data indicating how much credit a particular client site is willing to  
24   extend to each possible counterparty is maintained only at an access node  
associated only with that particular client, and only a simple yes/no  
26   indication of whether the entity (for example, a trader, a trading floor, or a  
bank) associated with that particular access node is willing to transact  
28   business with a particular counterparty is transmitted to the other nodes of  
the communication network.

30           To further limit the data received and processed by each of the  
relevant regional node computers, (ie, the distribution nodes closest to the  
32   particular site and/or closest to the particular counterparty), only changes in

the credit state between a particular access node and a particular  
counterparty (ie, credit is no longer available or credit is now available) are  
transmitted to the distribution nodes, and any credit state information only  
relevant to transactions between two client sites both associated with other  
distribution nodes, may be altogether ignored.

In a preferred embodiment of the system as currently contemplated,  
if either of the two applicable limits has not already been exceeded between  
a particular pair of counterparties, the system displays the entire bid or offer  
as a "Dealable" transaction, but permits each client site to block any  
above-limit portion of any resultant buy or sell transaction during a  
subsequent deal execution/verification process. Alternatively, possibly at  
the option of the party by or for whom the low limit has been set, the entire  
transaction could be executed, or the entire transaction could be blocked.  
As a second alternative, the Preauthorization Matrix could indicate whether  
sufficient credit remained to execute a predetermined "standard" deal  
amount in addition to, or instead of, a mere indication as to whether any  
credit from a particular potential counterparty had already been used up. In  
such an alternate embodiment it might also be possible to display to each  
trader two "Dealable" prices: one at which at least the predetermined  
"standard" amount is available, and a second price at which only a "Small"  
amount may be available.

As currently contemplated, each of the regional nodes transmits both  
a Best current price (for which a predetermined minimum quantity is  
available independent of any credit constraints) and a best Dealable price  
(for which at least limited credit is presumably available on a bilateral basis  
with at least one of the counterparties making the bid or offer), as well as  
a "Small" indicator that may indicate a thin potential market in which that  
predetermined minimum quantity is not available at any price from any  
counterparty with whom the trader is eligible to deal, but nevertheless a  
smaller quantity is available from one or more of such eligible counterparties.  
In determining whether such a predetermined minimum quantity is available,  
the system may consider composite deals from more than one Maker or at

more than one price, in which case the displayed price is preferably the least  
2 advantageous price included in the best such composite deal. In an  
alternative embodiment, the system does not take into account such  
4 composite deals when displaying a price, but still identifies the oldest quote  
at the best price as a potential match, thereby giving the traders the benefit  
6 of any price advantages for smaller sizes.

In accordance with another aspect of the preferred embodiment, at  
8 least the first Maker having an open quote that is displayable as the "Best  
Dealable" or "Regular Dealable" at any of the other trading floors is  
10 automatically alerted that his bid (offer) quotation is the Best price available  
to at least one potential counterparty with whom mutual credit exists, and  
12 thus could be hit (taken) at any time. Similarly, at least if the quoter's bid  
(offer) quote is not currently the first Best quote at at least one trading floor  
14 and is thus subject to immediately being hit (taken) by a trader at that  
trading floor, he is preferably also alerted if his quote is "joined" (ie, equal  
16 to in price, but later in time) to such a "Best Dealable" or "Regular Dealable"  
price from another trading floor.

18 Preferably, in accordance with another aspect of the invention, the  
system also determines whether a Quote has been "bettered"; that is to say,  
20 no longer qualifies as a Dealable quote (or joined to such a quote) at at least  
one potential counterparty. In that case, at the trader's option, the system  
22 will automatically cancel such a bettered quote.

In accordance with yet another aspect of the invention, the displayed  
24 Dealable price (unless accompanied by the "Small" indicator) is valid for at  
least a predetermined minimum quantity (which, as noted previously, may  
26 be a composite of small sizes from more than one source, or which always  
reflects a regular size from only one source, depending on system design  
28 tradeoffs and/or the trader preferences) and only prices and not quantities  
are displayed. However, assuming that the Best Dealable price for a regular  
30 quantity is greater than the best Small price, each trader may optionally  
select which of the two such Dealable prices is displayed.

32 When a "buy" or "sell" is made for a quantity in excess of the

2 cumulative applicable credit limits associated with the counterparties having  
open quotes equal to or better than the displayed price and thus the  
4 completed transaction is for a cumulative quantity smaller than desired by  
the trader, the trader preferably then has the option of "working the  
6 balance" (in which the system automatically generates a bid/offer for the  
difference).

8 In accordance with yet another aspect of the invention, changes in  
the Dealable price information and specifics of any subsequent transactions  
initiated by the trader are optionally vocalized electronically by the trader's  
10 terminal and provided to the trader in audible form, together with succinct  
details of any subsequent transactions. For example: Whenever there is a  
12 change in the Dealable "Buy" price, the least significant digits of that price  
are electronically converted to text which in turn is converted to digital  
14 speech using conventional speech synthesis circuitry.

The above description refers to the processing and distribution of data  
16 as though they were instantaneous processes; it will be appreciated by  
those skilled in the art that some delay is inherent in the type of system  
18 described, and that as a consequence, the information available at a  
particular processing node does not always reflect the most current  
20 information available anywhere in the system. However, at least in a  
preferred embodiment, any such delays in the display of Dealable price  
22 information may be kept within acceptable limits by transmitting only  
changes over the communication network, by using several processing  
24 nodes operating in parallel to compute the Dealable price information for  
different Trading Floors and/or different currencies, and by providing  
26 dedicated communication links between each processing node and its  
associated Trading Floors.

## 28 BRIEF DESCRIPTION OF THE DRAWINGS

30 Other objects and features of the present invention will be apparent  
from the following description of a presently preferred embodiment taken in  
32 connection with the accompanying drawings, in which:



Fig 1 is an overview of the Communication Network and the various  
workstations and processing nodes associated therewith;  
Fig 2 depicts the trader's Buy/Sell display;  
Fig 3 depicts the trader's Quote display;  
Fig 4 depicts the Trader Profile Display;  
Fig 5 shows the flow of messages in the communication network which are  
used to generate and distribute Dealeable price information to each  
individual trader;  
FIG 6 depicts a Preauthorization Matrix; and  
Fig 7 is a functional flowchart showing how the Dealeable price is  
computed.

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#### **DETAILED DESCRIPTION OF THE PREFERRED EMBODIMENT**

14 In the described embodiment, the trading system is an electronic  
brokerage system having a communication network for facilitating the  
16 buying and selling of large blocks of foreign currency by traders each  
associated with his own Workstation ("WS") located at a Trading Floor of  
18 a subscriber bank ("client site"). As shown in Fig 1, each client site has its  
dedicated client site computer ("Market Access Node", or "MAN") under the  
20 control of a Floor Administrator, which maintains transaction records, credit  
limits, and other confidential information originating with its associated  
22 Trading Floor. The WS's and the MAN associated with each Trading Floor  
are connected via a conventional self-repairing DEC VAX network to a  
24 nearby distribution node ("Market Distributor" or "MD") computer, which  
typically analyzes and distributes current market data by means of dedicated  
26 permanent communication links to one or more associated MAN's in a  
particular city (or other local region), and which may also provide  
28 administrative functions for the communication network. Although not  
considered critical to the present invention, a group of MD's is preferably  
30 supplemented by a common trading region processing node ("Arbitrator  
Node" or "ARB"), with the ARB performing those functions (such as  
32 identifying potential matches between Buyers and Sellers, and other aspects

2 of the "Deal Matching" process that require coordination with more than one  
client site) which make the most efficient use of the communication network  
4 if done centrally or regionally, while the MD's perform those functions (such  
as generation of separate Dealable price information for each individual client  
6 site) which are readily implemented in parallel in a distributed processing  
network and which make most efficient use of the communication if done  
locally or in close proximity to the individual client sites.

8 In that regard, it is preferable to have more than one ARB, with each  
ARB having primary responsibility for trades initiated by Market Makers in  
10 the ARB's own trading region, and being connected to all the MAN's and  
MD's of that Trading Region as well as to the other ARB's in other trading  
12 regions by permanent dedicated links of the communication network. In the  
majority of deals, it is anticipated that both the Maker and the Taker will be  
14 within the same Trading Region and thus will be directly linked to the same  
ARB which can therefore identify a potential match and coordinate its final  
16 execution without any communication with the other ARB's; at the same  
time, the other ARB's can simultaneously be processing deals related to  
18 other traders in other regions. Connecting the various ARB's with one  
another by dedicated permanent communication links not only facilitates  
20 deals with a Taker in a remote trading region who does not normally have  
any direct link to the Maker's ARB, but also provides an efficient  
22 communication network for broadcasting price quotes to all the traders in  
other trading regions. Preferably, the various MD's, MAN's and ARB's are  
24 each provided with a local backup already connected to the communication  
network in accordance with the teachings of the commonly assigned US  
26 patent application entitled "ACTIVATION OF A DORMANT SIBLING  
COMPUTER IN A COMMUNICATION NETWORK" and filed 9 Nov 1990  
28 under serial number 07/612,0451; however, it is also possible, albeit  
wasteful of communication resources, to establish temporary communication  
30 links between the MAN's and MD's of one trading area and an ARB in a  
remote trading area, so that the remote ARB can function as an emergency  
32 backup for the local ARB. In any event, the system is preferably provided

2 with a self-test and re-initialization capability to detect discrepancies  
between the local data bases maintained at each of the local (MD) and  
4 regional (ARB) processing nodes, and to regenerate missing or questionable  
data from corresponding data stored at other nodes.

6 Whether the communication links between nodes are permanent  
(maintained indefinitely between two network components) or temporary  
(established dynamically for a short period of time) they are preferably  
8 "logical links" which have the property that messages sent in a certain order  
over the same logical link are guaranteed to reach their destination in the  
10 same order. Moreover, the communication network is preferably provided  
with sufficient error detection, error correction, and network self-repair  
12 capability to guarantee that messages sent via these logical links are error  
free.

14 In summary, each MAN is connected to other MAN's by a robust  
communication network which connects the various Trading Floors and  
16 which supplements the MAN's with a number of processing nodes  
(preferably in the form of MD's and ARB's) to facilitate the distribution of  
18 price quotations and other market data and to execute transactions by  
matching eligible Market Makers with eligible Buyers and Sellers and by  
20 monitoring the transactions until they have been completed or aborted, with  
the MAN's being responsible for Trading Floor specific tasks such as logging  
22 the completed transaction and updating the credit limit that was previously  
available to the counterparty Trading Floor.

24 The structure and function of the trader WS's, MAN's, MD's, and  
ARB's will now be described in detail, with particular emphasis on how they  
26 cooperate to distribute price quotes (bids and offers) from a Market Maker  
to potential Takers throughout the system. In the prior art, such quotes  
28 were made available to the individual traders merely in the form of one or  
more public best prices for each currency pair (or other financial instrument  
30 type) then being offered by any Market Maker, without regard for any  
confidential credit restrictions imposed by the Maker or by the potential  
32 Taker that may prevent any deal being consummated. However, in

accordance with the present invention, each trader receives a private Dealable price, which the system has prescreened for the absence of any credit restrictions that would prevent the trader on whose WS the Dealable price is displayed from dealing with an anonymous Market Maker from whom the displayed price originates.

As shown in FIGS 2 through 4, each WS supports a single trader trading in a single currency pair, and its display thus provides one or two panels containing only information which a typical trader would consider essential to trading in that currency pair by means of an anonymous brokerage system. However, the blank portion of the WS display could obviously be used for other data related to another currency pair and/or another type of transaction. Furthermore, the displayed panel could be a window within a larger display that also displays data from other information distribution and transaction processing systems.

Fig 2 shows the trader's Buy/Sell display panel 10 which provides the primary interface between the electronic brokerage system and the individual traders. At the top of the display appears the currency pair 12 (as shown, the Base Currency is United States dollars, Local Currency is German marks), and at the top right, the "Value Date" 14 (the date on which any resultant trade is scheduled for payment). The next line comprises (from left to right) : the "Figure" (the most significant three or four digits) 16 of the "Sell" ("bid") price, conventionally expressed in units of Local Currency (eg, DM 1.72) per single unit of Base Currency (eg, US\$1.00); two additional digits 18,20 (commonly referred to as "Pips") which respectively reflect the remaining two or three least significant digits of the displayed "Best" bid and offer prices (ie, the best price at which at least one anonymous Market Maker is willing to buy the Local Currency, and the best price at which at least one anonymous Market Maker is willing to sell the Local Currency); and the "Figure" 22 of the "Best" offer price.

A Market Maker will always want to purchase a commodity at a lower price than the price at which he is willing to sell the same commodity and his bid price will thus be less than his offer price. Moreover, the trading

2 system is preferably able to "automatch" a bid price from one Maker with  
an equal or lower offer price from another Maker, assuming that the two  
4 Makers have sufficient credit with each other. Accordingly, the displayed  
"Best price" 18,20 will normally reflect a price spread in which the offer  
6 price is equal to or higher than the bid price; however at times it may reflect  
an "Arbitrage Opportunity" in which a third party having credit with the two  
8 Makers is able to Buy at a lower offer price from one Maker and sell at a  
higher bid price to the other Maker.

10 Furthermore, there is no requirement that a Market Maker must  
always quote both a bid price and an offer price for the same quantity of the  
Local Currency, or that if a bid (or offer) price is accepted by a Seller (or  
12 Buyer), any corresponding offer (or bid) price from that Maker will be  
(preferably at the trader's option) automatically withdrawn. Thus it is also  
14 possible that an offer price but no bid price (or vice versa) will be displayed  
as the Best price 18,20 at the top of the display.

16 As presently contemplated, the displayed Best bid and offer prices  
18,20 are each valid for at least a predetermined quantity of currency (for  
18 example five million US dollars) from a single source. Since such a quantity  
may be available at the displayed price in a composite transaction involving  
20 more than one Maker and more than one price, it is possible that at least a  
portion of the transaction could be executed at a better price than the  
22 displayed Best price 18,20.

24 In accordance with the invention, a "Dealable" bid and/or offer price  
is derived only from those bids or offers from other Trading Floors which  
have been prescreened for at least some nominal level of remaining credit  
26 from the potential Maker to the potential Taker and vice versa, and at least  
the "Pips" 24,26 portion of the Dealable price is prominently displayed or  
28 otherwise communicated to the potential Taker.

30 In the illustrated example, the associated Taker (and any other  
USD/DEM traders on his Trading Floor) is thus eligible to Sell German marks  
("DEM") at the bid rate of 1.7210 marks per dollar ("USD"), or to Buy at the  
32 offer rate of 1.7217 marks per dollar, and the system has already verified

that the displayed Dealable price 24,26 is currently available from one or more anonymous Makers with whom the trader is currently still eligible to deal, and that those eligible Makers are willing (either collectively or individually, depending on the trader preferences and/or design tradeoffs mentioned previously) to sell (or buy) at least the same predetermined minimum quantity of the particular Local Currency involved as was used to determine the displayed Best price 18,20. Thus, a "regular" displayed Dealable price 24,26 will never be better than the displayed Best price 18,20; if worse than the Best price 18,20, this is an indication that the trader is barred by credit limitations from obtaining the best price that is then theoretically available. Indeed, because credit is established bilaterally, it is possible that the Maker (or Makers) behind the Best price have extended credit only to Trading Floors who currently have not extended any credit to those particular Makers, and thus that none of the traders at any of the client sites will see a Dealable price equal to the displayed Best price.

The foregoing implicitly assumes that the Best price 18, 20 and the Dealable price 24,26 are sufficiently close that the Figures 16, 22 are unaffected. If that is not the case, it is preferable that the displayed Figures correspond to the corresponding most significant digits of the displayed Dealable prices; if the "Pips" of the Best price are worse than the corresponding least significant digits of a displayed Dealable price, it will be apparent that the corresponding Figure of the Dealable price should be incremented or decremented by at least one digit to obtain the Best price.

Moreover, as with the Best price, it is possible that at least a small quantity is available from one or more Makers at a better price than that which is currently displayed as a regular Dealable price (or even that a better price becomes available after the price is displayed but before the Taker's Buy or Sell request is processed), in which case the trader may receive or pay an effective average price that is somewhat better than the currently displayed Dealable price. This will be the case whether the system has executed a single transaction only with a second Maker with whom the better price originated, or a composite transaction with that second Maker

and the Maker with whom the displayed price originated.

2           Instead of a regular Dealable price, a Small price may be displayed,  
preferably identified as such (for example, by the letter "S") 28 and which  
4           differs from the regular Dealable price in that only a relatively small quantity  
is collectively available at any price from those Makers with whom the trader  
6           currently is eligible to deal. For example, if deal size is expressed in units of  
one million dollars, the Best price and the regular Dealable price may each  
8           represent available deals having a potential aggregate value (not necessarily  
all from the same trader) of at least 5 million dollars, while a Small price  
10          represents available deals having a maximum potential value of between 1  
and 4 million dollars.

12          Among the options available to each trader through his Trader Profile  
panel (see Fig 4) is the ability to display either the regular Dealable price as  
14          described above, which is good for at least the previously mentioned  
predetermined minimum quantity (eg, at least 5 million dollars), or a best  
16          Dealable price which is the best price available to that trader for even a  
nominal minimum quantity (eg, only 1 million dollars).

18          Preferably, the trader has also previously specified a default  
transaction quantity using his Trader Profile Screen and the displayed  
20          Dealable price functions as the default value for the trader's requested  
transaction price. Thus, the trader may quickly and accurately respond to  
22          a new Dealable bid or offer price by merely activating a Buy button 34 or a  
Sell button 36, respectively on the screen, assuming that the display is  
24          touch sensitive or is provided with a "mouse" or other pointing device;  
alternatively the Trader may use a small custom keypad having dedicated  
26          function keys for the various functions and dedicated size keys for various  
predetermined deal sizes as well as conventional numerical, tab and cursor  
28          keys. If the desired quantity 30, 32 is not available at the displayed  
Dealable price, as will be discussed in more detail with respect to FIGS 3  
30          and 4, any missed quantity may be the subject of a subsequent "working  
the balance" bid or offer.

32          In any event, the system gives the trader accepting a Dealable price

the benefit of any undisplayed Small price from an eligible counterparty that is "behind" (ie, equal to or better than) the Dealable price. In that case, the buy or sell request would be executed as two trades, one at the undisplayed Small price, and the other at the displayed Dealable price.

As noted previously, the trading is performed electronically, and when a bid price is equal to or greater than an offer price, the two will normally be automatically matched, with the system automatically allocating any price difference between the two trader's in accordance with previously agreed trading rules. Thus it is not likely that a displayed bid price 18,24 will be greater than a displayed offer price 20,26. However, if two traders are barred from dealing with each other because of credit limit restrictions but are both free to deal with a third trader, it is still possible that the third trader will be presented with an arbitrage opportunity.

When the Dealable price 24,26 originates with the trader himself (or another trader on the same Floor), the trader is preferably alerted to that fact by displaying his price as the Dealable price, but in a visually distinctive manner and with the corresponding Buy or Sell function 34, 36 optionally inhibited. Thus, his Trading Floor may be prevented from in effect dealing with or against itself.

In accordance with another aspect of the invention, the displayed price data may optionally be "vocalized": whenever there is a change in the displayed prices, the numerical data is electronically converted to text which in turn is converted to digital speech using conventional speech synthesis circuitry. In that event, it is preferable that only the "Pips" of the "Dealeable" price quotes are announced (unless, due to a large spread, this would result in an ambiguous price), so that the trader will not be assaulted with nonessential information. Thus, the vocalized information will normally include only the least significant digits (Pips) of the displayed Dealable bid and offer prices, as well as status changes for any recent quotes or hits initiated by the trader. An exemplary trading scenario and the resultant vocalized communications is presented in Table 1.



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	<b>Trader Action</b>	<b>Broadcast</b>	<b>Maker only</b>
	Dealable price has Bid and offer	10-17	
	Bid side only	10 bid	
	Bid size small	10-17 Small Bid	
	Offer side only	17 Offered	
	Offer size small	10-17 Small Offer	
	Bid and Offer Small	10-17 in Small	
	Bid/Offer Pips = "00"	Figure	
	Bid = Offer	10 Choice	
	No Bid/Offer available	Dollar/Mark please	
	Dealable Bid/Offer removed	Bid/Offer out	
	Bid and Offer removed	Off the Price	
	Price change for Bid and Offer (worse only)	Change	
	You enter a Quote		Bid/Offer/Price Posted
	Your Quote is best	10-17	Your Bid/Offer/Price
	Your Quote is Bettered by another Trader		14 Bid/Offered inside you

Table 1

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Trader Action	Broadcast	Maker only	Taker only
P>You cancel Quote		Bid/Offer/Price canceled	
Your Quote Joined by another trader		Bid/Offer/Price joined	
You Join a Quote from another trader		You join the Bid/Offer/Price	
Your Quote is no longer Joined		Your Bid/Offer/Price only	
Bid/Offer/Price you joined hit, but yours available		Still watching your Bid/Offer/Price	
Your Bid is hit	10 Given (Small)	10 yours from Bank X	You Sell 10 to Bank Y
Your Offer is Taken	17 Paid (Small)	You Sell 10 to Bank X	You Buy 10 from Bank Y
Your quote is partially dealt on	Working Your Balance of X		
Maker's Quote not Hit for a period of time		Still working your Bid/Offer/Price	Missed it
Taker's Attempt to hit a Bid or Offer failed (too slow)			Working your Balance of X
Taker's Buy/Sell missed			

Fig 3 shows how the display is transformed when the trader is not content to assume a passive role in which he merely reacts to deals solicited by other traders, but rather wishes to assume for himself the role of a Market Maker. In that case, a Maker's "Quote" panel 40 appears below the Taker's "Buy/Sell" panel 10 of Fig 2, so that the trader may act both as a Maker and as a Taker, using a pointing device or a designated key of an alphanumeric keyboard to move between the two panels. The Figures 42, 44 and Pips 46, 48 have the same function as in the Taker's panel, and take their respective initial values from the current Best price. As in Fig 2, the bid information is on the left, while the offer information is on the right. Immediately below the price information, the trader is presented with the relevant bid and offer quantities 48,50, conventionally expressed in millions of US dollars. When the Maker's panel first appears, these quantities assume default values (10,10) established by the trader's personal trading profile. The trader is able to change any "Pips" or "quantity" amount shown on the Maker's panel by means of a numerical keyboard, using the enter key to move from field to field. Alternately, changes in the numerical data could be entered by selecting the field with a mouse or other pointing device, with a single click indicating an upward increment of one Pip and a double click indicating a downward increment of one Pip. Once the trader has changed the displayed numerical information to his satisfaction, he may then send a double sided bid/offer quote message (QuoteSubmit, Fig 5) either by activating Send button 52 with a mouse or a conventional tab key and enter key, or by using a dedicated Send key on the trader's keyboard (not shown). Optionally, the trader may also send a single-side bid or offer, using the Bid button 54 or Offer button 56 instead of the Send button 52. Once the quote has been transmitted, an optional timer (not shown) may provide a visible and/or audible indication that a predetermined exposure time has elapsed. In addition, the trader may specify in his Trader Profile panel (Fig 4) an optional automatic quote interrupt, whereby the quote is withdrawn once a predetermined maximum exposure time has been reached. At any time, the trader may use the Off button 60 to withdraw his current

quote, whereupon he may compose and send a new quote.

2            Preferably, as will be discussed in additional detail with respect to  
Fig 7, at the same time the system uses the quote and any associated credit  
4        prescreening information to determine the dealable prices to be displayed at  
each potential counterparty, the system also determines whether the current  
6        quote is equal to the Dealable price (either Best Dealable or Regular Dealable)  
available to any potential counterparty with whom bilateral credit currently  
8        exists, and if so, alerts the quoter that the displayed price has priority in  
time over any other available quote for that deal size (regular or small) from  
10       other trading floors and is subject to immediately being hit/taken (a "Red  
Dealable" quote, preferably indicated by red background) or is equal to such  
12       a Red Dealable (regular or small) quote from another trading floor (a "Joined"  
quote, preferably indicated by a = sign and a yellow background).

14           As shown in Fig 4, each trader can call up a "Trader Profile" screen  
70 to select his current trading currency 72, and also to establish or modify  
16       his personal default values for normal and maximum trading size 74, 76 and  
price time limit 78, and his preferences regarding optional automated trading  
18       protocols 78, such as canceling a quoted price that has been partially dealt  
(only a portion of the available size was matched with a qualified  
20       counterparty) or bettered (is not equal to the Best Dealable price for that size  
that is currently available to any potential counterparty with whom bilateral  
22       credit still exists). As noted previously, the Trader may also elect to display  
the Regular 80 or Best 82 Dealable price, and the system also provides the  
24       trader with various options 82 for automatically "working the balance" in the  
event the trader attempts to buy or sell a particular quantity at the displayed  
26       Dealable price but misses the deal in whole ("complete") or in part  
("partial"). Depending upon the particular option selected, the system  
28       automatically generates and transmits a bid at the last Dealable offer price  
if the trader was not able to buy the full quantity desired, for a quantity  
30       equal to the difference between the desired quantity and the quantity  
actually traded.

32           In addition, a Floor Administrator (preferably for internal security

reasons a bank employee free of any trading responsibilities) has his own WS with a Floor Profile screen (not shown) which includes an option to prevent his own traders from trading with each other, and a maximum Business Day Credit Limit for each eligible counterparty which represents the maximum cumulative value of trades that may be executed by all traders of the Trading Floor with the designated counterparty. Alternately, the system could combine transactions from related Trading Floors, in which case the Floor Profile could merely identify a common credit facility having a single credit limit for each Trading Floor or groups of Trading Floors. The Floor Administrator also selects a warning percentage which the system uses to broadcast a warning message to the Administrator and all the traders on a given Floor that a particular counterparty has utilized a specified percentage of its available credit, in which case the traders may wish to alter their trading strategies and/or the Floor Administrator may choose to raise the applicable credit limit.

Fig 5 shows the flow of electronic messages relating to the distribution of customized Dealable price information to each Trading Floor. The trader at WS A1a1 of Trading Floor A1a uses his Price Quotation (Market Maker) Panel (Fig 3) to generate a QuoteSubmit message to the Trading Floor's MAN (MAN A1a) in the form of a bid to buy at 1.7215 and an offer to sell at 1.7216. The MAN in turn logs the QuoteSubmit as two open quotations (one, if a single-sided quote) and forwards the QuoteSubmit message to the Maker's Arbitrator Node (ARB A) whose assigned geographical Trading Region includes the Maker's Trading Floor A1a1. In turn, ARB A updates an ordered list of available bids and an ordered list of available offers for the relevant currency pair, each ranked by price and time of receipt (preferably at the Maker's ARB), and containing data fields for indicating the Quantity (preferably expressed in Base Currency units) of the Local Currency still available for purchase or sale, and the Quantity reserved by the Arbitrator pending completion or failure of a pending deal resulting from a potential match initiated by the arbitrator and not yet confirmed by the Maker and Taker. A corresponding QuoteAvailable message is then

transmitted from the Maker's ARB A to the MD's in its Trading Region  
2 MD A1, MD A2, and to the other ARB's for eventual distribution to the  
MD's and MAN's of other Trading Regions.

4 Each MAN (for example, MAN A1b) also transmits a CreditUpdate  
message to its associated ARB (ARB A) whenever the credit status for any  
6 of its potential counterparties (for example, A1a or A2a) changes from  
CreditAvailable to CreditNotAvailable or vice versa, which the ARB then  
8 retransmits to its affected MD's and to the other affected ARB's.

The MD's then use the information in the received CreditUpdate  
10 messages to maintain a Preauthorization Matrix PM such as that shown in  
Fig 6. The rows and columns of the matrix PM are associated with the  
12 various Trading Floors A1a, A1b, A2a, etc (including any Floors in other  
Trading Regions) and for each ordered pair of Trading Floors  $\{TF_i, TF_j\}$   
14 contains an indication as to whether  $TF_i$  has extended any credit to  $TF_j$ . In  
the depicted example, credit exists on a bilateral basis between TFA1 and  
16 TFA2, no credit exists between TFA1 and TFB1, and credit has been  
extended unilaterally from TFA2 to TFB1, but not vice versa (as indicated  
18 by the "1" at the intersection of row TFB1 with column TFA2 and the "0"  
at the corresponding intersection of column TFB1 with row TFA2). From  
20 the main diagonal of the matrix it can be seen that only TFA2 permits its  
own traders to trade between themselves, as indicated by the "1" at the  
22 intersection of row TFA2 with column TFA2. Preferably, each MD only  
maintains a partial Preauthorization Matrix containing data only regarding  
24 credit extended from or to its associated MAN's to the other potential  
counterparties (MAN's) in the system. Thus, as indicated in Fig 6 by cross  
26 hatching, some of the matrix entries may be blank.

The MD's use the QuoteAvailable messages to update their own  
28 ordered lists of available bids and offers; these ordered lists and the  
above-described Preauthorization Matrix are then used by the MD to  
30 calculate separate Dealable prices for each Trading Floor which are  
transmitted as MarketView messages to the affected MAN's, as will be  
32 described in more detail hereinafter with reference to Fig 7. In addition, the

MD's and/or ARB's use a similar procedure to identify which quotes from which trading floors are "Red Dealable" or "Joined" or "Bettered": A quote is "Red Dealable" only if it is the basis (best in price and time of the bids or offers originating from trading floors with which bilateral credit is still available) for a "Dealable" price displayed at one or more trading floors; once the "Red Dealable" quotes have been identified, the other quotes may be readily categorized as either "Joined" (if not first in time) or "Bettered" (if not best in price).

The actual deal is executed using a known two-stage commitment logging process (not shown) in which DealVerify and DealVerifyOk messages are logged by and transmitted from the Maker's MAN to the Taker's MAN and vice versa, after each MAN has verified that the other party to the deal has been extended sufficient credit by the Man's associated Trading Floor to cover the full deal quantity (otherwise the deal is aborted or is cut back in quantity). As an additional precaution, the Maker's MAN also checks that the quote has not been interrupted and that the WS from which the quote originated is still on-line, before any DealVerify or DealVerifyOk message is transmitted to the other Trading Floor (equivalently, each WS involved could perform its own logging and communicate directly with the other WS; however, this would complicate any subsequent automated deal recovery or rollback). A suitable logging, verification, and recovery/rollback process is disclosed in further detail in the commonly assigned US patent application filed on 2 November 1990 under serial number 07/608,643 and entitled "Financial EXCHANGE SYSTEM HAVING AUTOMATED RECOVERY/ROLLBACK OF UNACKNOWLEDGED ORDERS". In any event, it should be understood that each ARB also maintains a log of potential matches which have not yet been verified or canceled by the affected MAN's, and that if these potential matches are not resolved within a predetermined time period, a similar automated rollback/recovery process can update the ARB's log on the basis of the logs maintained by the affected MAN's (for example, the match may be automatically canceled (rolled back) if either MAN does not have a

corresponding entry in its respective log).

2           Fig 7 sets forth a possible implementation of how the MD computes  
a Dealable bid for a particular currency currently available to a particular  
4 Trading Floor, which may then be transmitted in the form of a MarketView  
message to that Trading Floor. Preferably, in order to avoid the transmission  
6 of redundant information and consequent excessive loading of the  
communication network, these MarketView messages are transmitted to a  
8 particular MAN only in response to a change in the Dealable price for the  
associated Trading Floor. Moreover, it may be more efficient to transmit  
10 information only for those active currency pairs which the Trading Floor's  
MAN has previously identified to its MD in an ActiveCurrencyPair message.

12           As indicated symbolically in Fig 7 at block 100, the MD first selects  
the particular Trading Floor and Currency Pair for which the Dealable bid and  
14 offer price is to be computed (Fig 7 shows only the computation of the  
Dealable bid price; a similar computation is then performed for the Dealable  
16 offer price before a new Trading Floor and/or Currency is selected). The MD  
then resets (block 102) the counters, registers and flags (i, P, Q, S) it will  
18 use in the computation of the Dealable price P.

What follows is a loop controlled by counter i, which points to the  
20 entries in the particular ordered Quote List associated with the Currency Pair  
and transaction type (bid or offer) then being processed, and which is  
22 incremented at the beginning of the loop (block 104). If the end of the  
Quote List has already been reached (Yes branch from decision block 106),  
24 the current values of the price P and the associated Small flag S are  
transmitted to the Trading Floor TF, together with an indication of the  
26 current Currency Pair CP (as previously noted, no such transmission is  
required if the price and Small flag for that Currency Pair to that Trading  
28 Floor are unchanged). However, if the end of the Quote List has not already  
been reached (No branch from decision block 106) the next quote is then  
30 read (block 110) and the relevant entries in the Preauthorization Matrix for  
the current Trading Floor (TF) and the Maker of the current quote (Mi) are  
32 then checked to determine if any previously extended credit has already



2       been exhausted (decision blocks 112, 114). If either entry is "0" (indicating  
no credit available) control passes to the beginning of the loop (block 104),  
for processing of any remaining quotes in the applicable list.

4       However, if both relevant entries of the Preauthorization Matrix are  
"1" (indicating at least some credit is available on a bilateral basis between  
6       the current Trading Floor TF and the Maker  $M_i$  from which the current quote  
 $Q_i$  originated), the price  $P_i$  associated with quote  $Q_i$  is loaded into the price  
8       register P, and the associated Available Quantity  $Q_i$  is added to the contents  
of the Quantity register Q (block 116), which is then tested (decision block  
10       118) to determine if at least a predetermined minimum quantity (eg, 5) is  
available to the current Trading Floor TF; otherwise control passes to the  
12       beginning of the loop (lock 102) and the process is repeated.

14       Assuming that the predetermined minimum quantity is available (Yes  
branch from block 118), the Small flag is reset to 0, and control passes to  
block 108, whereby the Dealable price is transmitted and the process is  
16       repeated.

18       It will be understood that the above assumes that a regular dealable  
price may be based on a potential composite deal which is based only on  
quotes for a small size of the currency in question and that a small dealable  
20       price is to be displayed only if such a regular dealable price is not available  
from any qualified counterparty or combination of qualified counterparties;  
22       if as mentioned previously it is desired to display only regular dealable prices  
from a single source and/or to give each trader the option of displaying  
24       either the Best Dealable price or the Regular Dealable price, then it may be  
necessary to scan the available quotes twice (once for the best available  
26       regular sized quote, once for the best available quote regardless of size)  
and/or to maintain separate registers for Best and Regular sized prices.

28       By using more than one MD each in the form of a dedicated  
computer, the computation of Dealable prices is distributed among several  
30       computers and is free from interruption by other unrelated tasks. Moreover,  
only a minimum amount of essential information is transmitted to the MD  
32       from its ARB, and from the MD to its MAN's. Thus even in a fast moving

2 market, it should be possible to provide current Dealable price information  
to each Trading Floor. However, if an MD is responsible for distributing  
4 Dealable prices to more than two Trading Floors, it may be preferable to use  
a conventional pseudorandom generator to select the next Trading Floor,  
thus avoiding any bias inherent in the sequence in which the Dealable price  
6 information is computed and distributed.

8 As mentioned previously, the MD could, at the same time it reviews  
the ordered list of available quotes, also identify any quote which qualifies  
as " Red Dealable" or "Joined" and transmit a corresponding HitAlert  
10 message to the Maker's MAN (possibly via the Taker's ARB and the Maker's  
ARB). Alternatively, each ARB could repeat the process of Fig 7 for each  
12 trading floor in the entire trading system, which would require more  
computational resources but fewer communication resources. In particular,  
14 such an alternate embodiment, as shown in Fig 5, would require at most  
only one HitAlert message for each bid or offer (to the Maker's MAN from  
16 the Maker's own ARB).

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**WE CLAIM:**

1. A trading system for trading of financial instruments between traders trading at a plurality of trading floors, said system comprising a communication network (Fig 1) for transmitting electronic messages, a plurality of trader terminals (WS) each associated with a respective one of said trading floors and connected to the communication network, for generating electronic price quotation messages (QuoteSubmit, Fig 3) including bid and/or offer prices (Fig 3, 46,48), and communicating selected bid and offer price information (Fig 2, 24,26)) based on price quotation messages (MarketView, Fig 2) originating from other said trading floors and received over the communication network, credit limit administration means (MAN, ARB) connected to the communication network, for determining whether a predetermined level of credit is currently available (CreditUpdate) from each trading floor to each of the other trading floors, and dealable price distribution means (MD) connected to said communication network and responsive to said price quotation messages (CreditUpdate) as well as to said credit limit administration means (MAN, ARB) for transmitting dealable price messages (MarketView) to the terminals (WS A1b1, WS A1b2) of at least one particular trading floor (MAN A1b), said dealable price messages (MarketView) being derived only from price quotation messages (QuoteSubmit) from those trading floors (MAN A1a) for which said credit administration means (ARB A, MAN A1a, MAN A1b) indicates said predetermined level of credit is currently available on a bilateral basis both from and to said particular trading floor.
2. The trading system of claim 1, wherein said selected price information (QuoteSubmit) communicated by the terminal at said particular trading floor comprises said dealable price information (MarketView).

2 3. The trading system of claim 2, wherein said dealable price information  
2 (24,26) comprises the best price for a predetermined quantity (\$5m)  
4 available from any of said trading floors (MAN) with which bilateral credit  
4 currently exists.

2 4. The trading system of claim 3, wherein said dealable price information  
2 (24,26) is the best price for said predetermined quantity (\$5m) available  
4 from a single one of said trading floors (MAN) with which bilateral credit  
4 currently exists.

2 5. The trading system of claim 3, wherein said dealable price information  
2 (24,26) is determined from the best prices for said predetermined quantity  
4 (\$5m) available on a composite basis from more than one of said trading  
4 floors (MAN) with which bilateral credit currently exists.

2 6. The trading system of claim 3, wherein said dealable price information  
2 further comprises the best price (24,26) for any quantity (28) available from  
at least one of said trading floors with which bilateral credit currently exists.

2 7. The trading system of claim 6, wherein  
2 trades are possible for a small quantity (28) less than said predetermined  
quantity, and  
4 said dealable price display means (Fig 2) displays a price (24,26) applicable  
only to a small, but otherwise dealable, quantity when said  
6 predetermined quantity is not available to the associated trading floor.

2 8. The trading system of claim 1, wherein said dealable price information  
2 is communicated in the form of a visible display (Fig 2).

2 9. The trading system of claim 1, wherein said dealable price information  
2 is communicated to at least one of the traders in the form of vocalized text  
(Table 1).

10. The trading system of claim 1, further comprising  
2 a plurality of access nodes (MAN) connected to the communication  
network, including a first access node (MAN A) associated only with  
4 a first trading floor and a second access node (MAN B) associated  
only with a second trading floor, for maintaining a record of all trades  
6 executed on behalf of an associated trading floor, and  
one or more distribution nodes (MD) connected to the communication  
8 network,  
wherein  
10 said access nodes (MAN) collectively comprise said credit authorization  
means,  
12 said distribution nodes (MD) collectively comprise said dealable price  
distribution means,  
14 said access nodes transmit over the communication network to said  
distributor nodes credit update messages (CreditUpdate) which  
16 indicate whether said predetermined level of credit is currently  
available from one trading floor to another trading floor without  
18 indicating the extent of any credit currently remaining above said  
predetermined level,  
20 said dealable price distribution means maintains at each of said distribution  
nodes an ordered list (110) of at least those of said price quotation  
22 messages (QuoteSubmit) which are not yet withdrawn or reserved  
and a preauthorization matrix (PM, Fig 6) whose individual entries  
24 collectively indicate whether or not said predetermined level of credit  
is available on a reciprocal basis between each of its respective  
26 trading floors and each of said plurality of trading floors,  
said dealable price information (108) is transmitted from each said  
28 distribution node to one or more of said access nodes for eventual  
transmission to associated ones of said terminals (WS),  
30 each said access node (MAN) is located on the premises of a respective  
trading floor (TF) and contains only credit information originating with  
32 said respective trading floor,

34        said credit limit administration means transmits an electronic credit update  
message (CreditUpdate) to said distribution nodes (MD) whenever a  
predetermined minimum level of credit becomes available or is no  
36        longer available to a particular said trading floor, and  
said credit update message does not specify the amount of credit available.

2        11.    The trading system of claim 10, wherein those quotes which are for  
a price equal to a particular said dealable price and which originate from a  
trading floor which has bilateral credit available with the trading floor  
4        associated with said particular dealable price are identified as "dealeable  
quotes".

2        12.    The trading system of claim 11, wherein the record of executed  
trades maintained by each access node is used to automatically recover or  
rollback pending transactions which have been identified by another node  
4        as potential trades but which have not yet been fully executed or canceled.

2        13.    The trading system of claim 12, wherein each quote that is identified  
as a dealable quote but that is not the first dealable quote at at least one  
trading floor is identified as a "joined" quote.

2        14.    The trading system of claim 10, wherein  
said price quotation message (QuoteSubmit) includes designation of the  
trading floor (TF) from which the quotation originates,  
4        said trading floor designation (TF) is used by said each distribution node  
(MD) in deriving said dealable price messages (MarketView), and  
6        said dealable price message does not include any designation of the trader  
or trading floor from which the quotation originates, when received  
8        by any said market access node (MAN) or trader terminal (WS).

2        15.    The trading system of claim 10, wherein said current credit limit is  
derived from a predetermined maximum trade volume and the actual

4 cumulative trade volume between said associated trading floor and one other trading floor dealing in a plurality of types of financial instruments.

2 16. The trading system of claim 15, wherein said current credit limit is a combined limit applicable to a plurality of related trading floors.

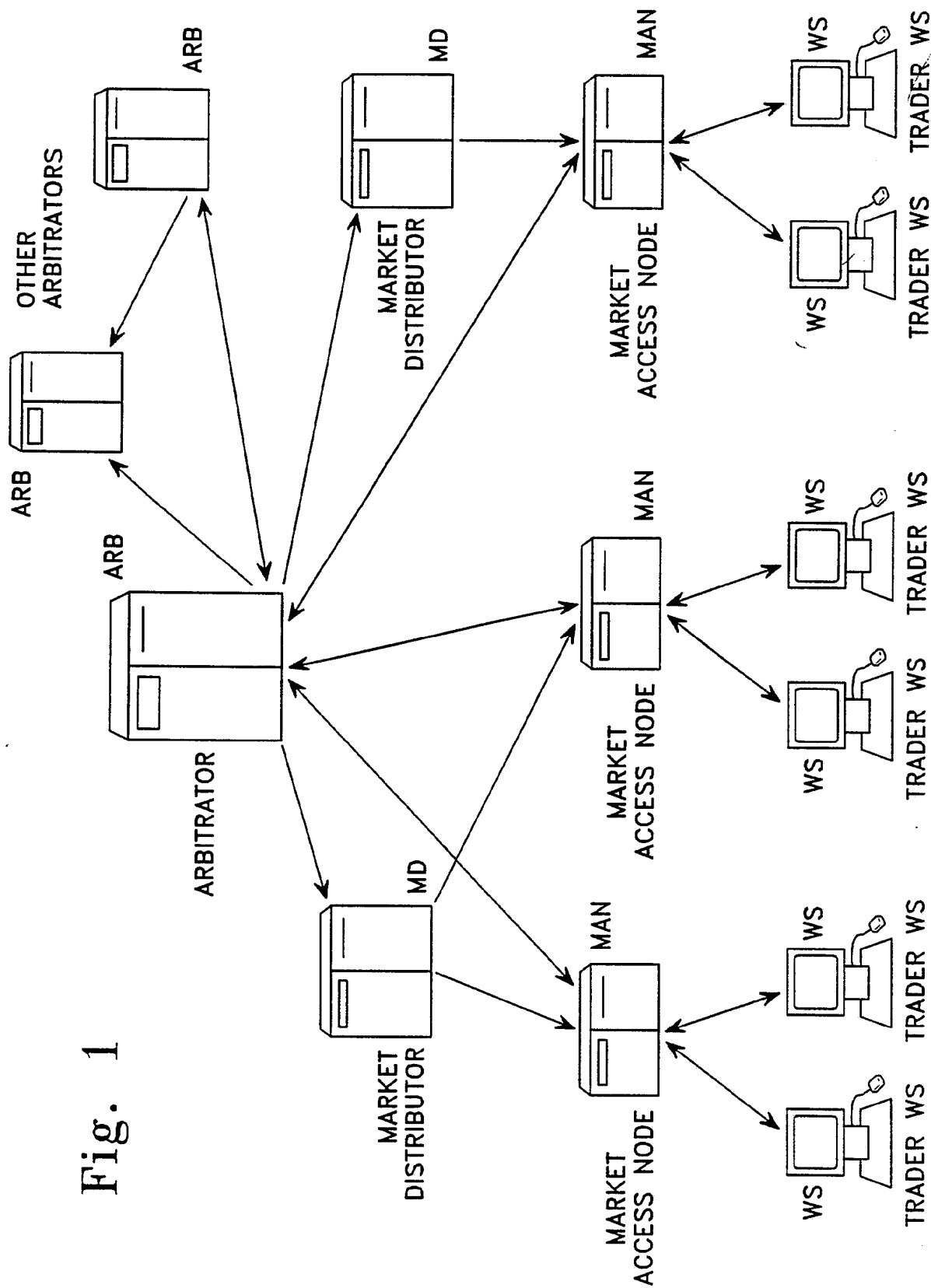


Fig. 1



Fig. 2

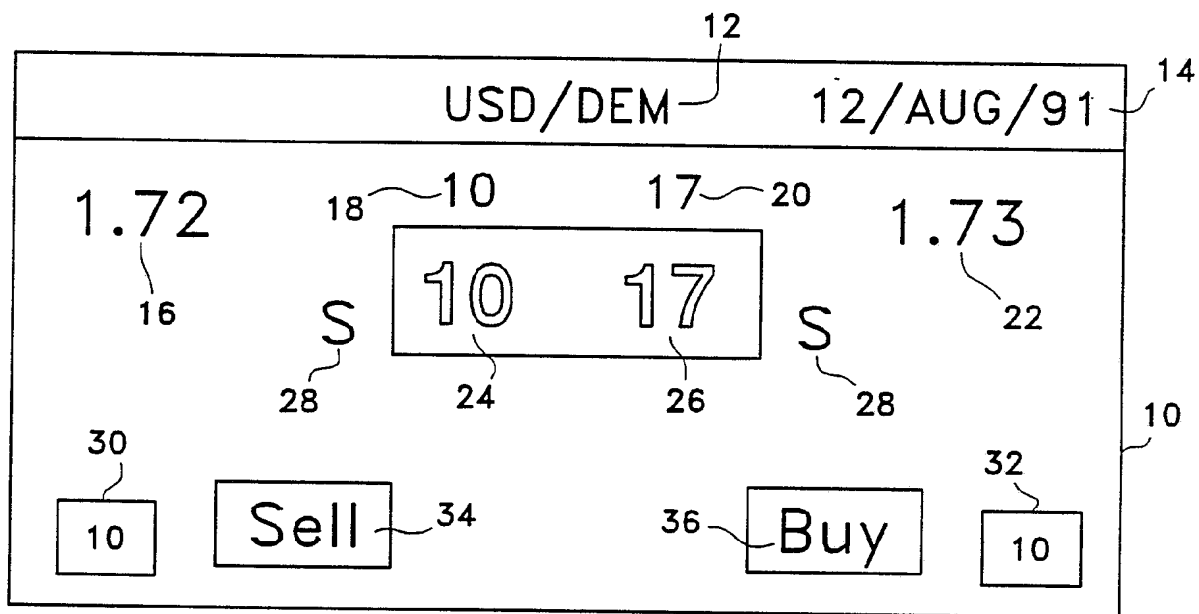


Fig. 3

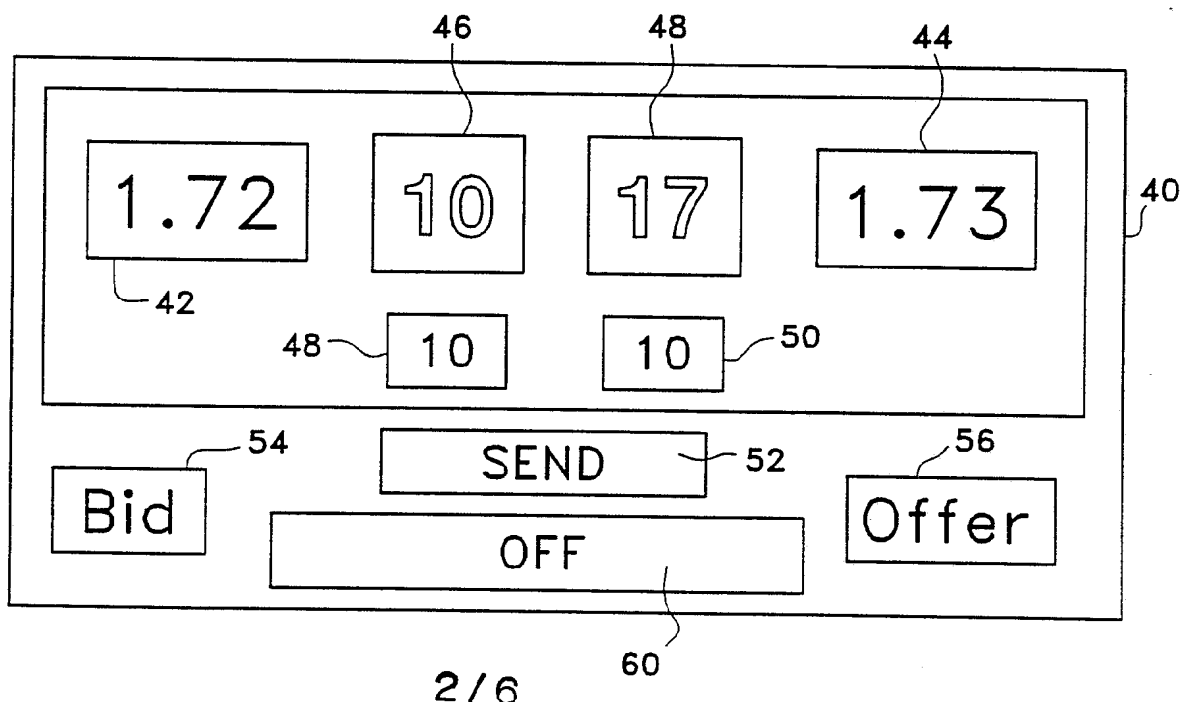
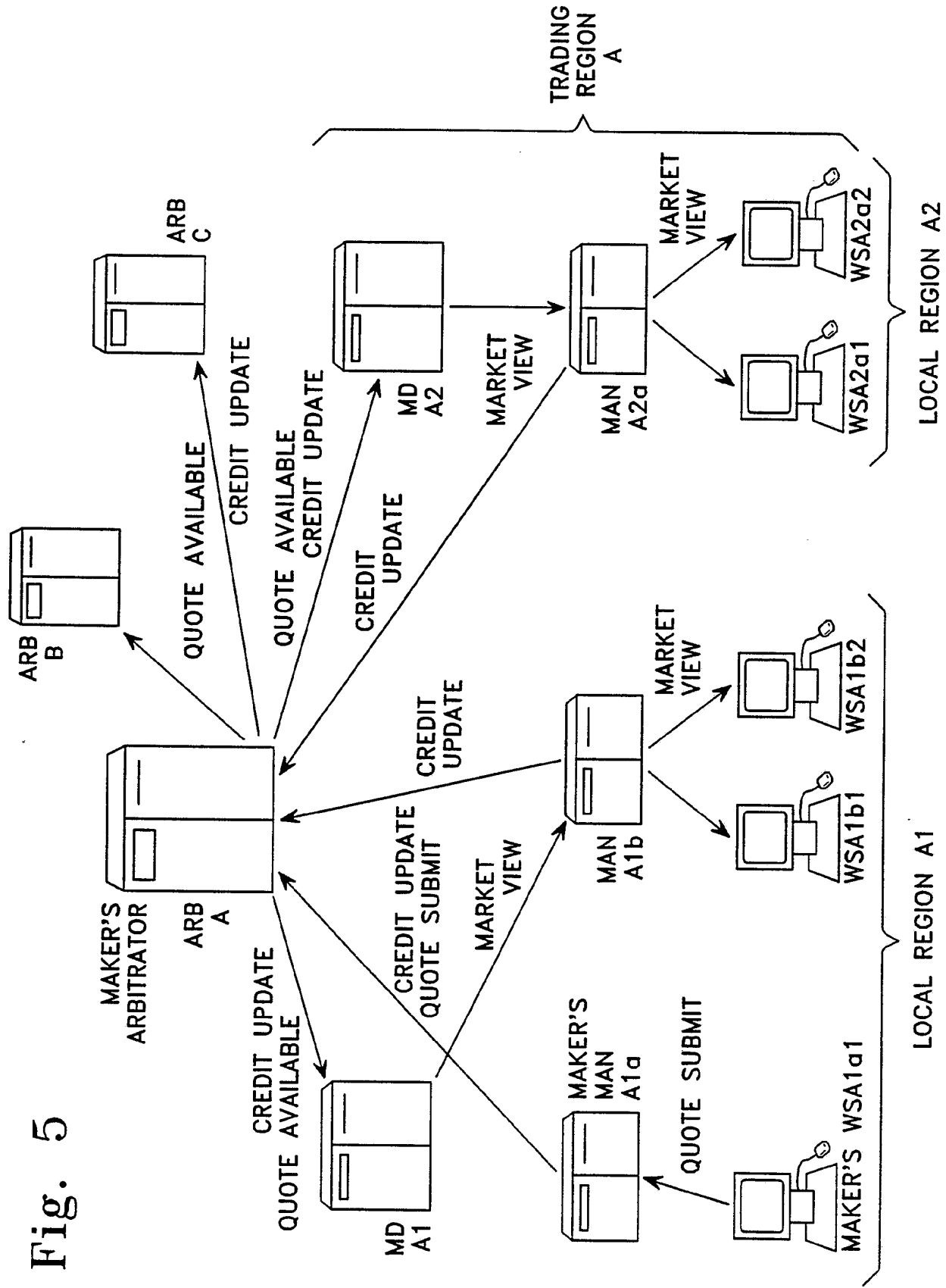


Fig. 4

Dealable Price Display (select one)	80	Regular Priority	Best Dealable	70
Currency Trading Pair		xxx/xxx	72	82
Normal Trade Size		nnn	74	
Maximum Trade Size		nnn	76	
Price Time Limit		min.	sec.	NTL y/n
Work the Balance based on (select one)	82	Complete + Partial	Partial	None
Cancel When Bettered		y/n	78	
Display EBS Best		y/n		
Display EBS Deals		y/n		
Display EBS Currencies		y/n		
EBS Currencies		xxx/xxx	xxx/xxx	xxx/xxx
		xxx/xxx	xxx/xxx	xxx/xxx
		xxx/xxx	xxx/xxx	xxx/xxx



TO





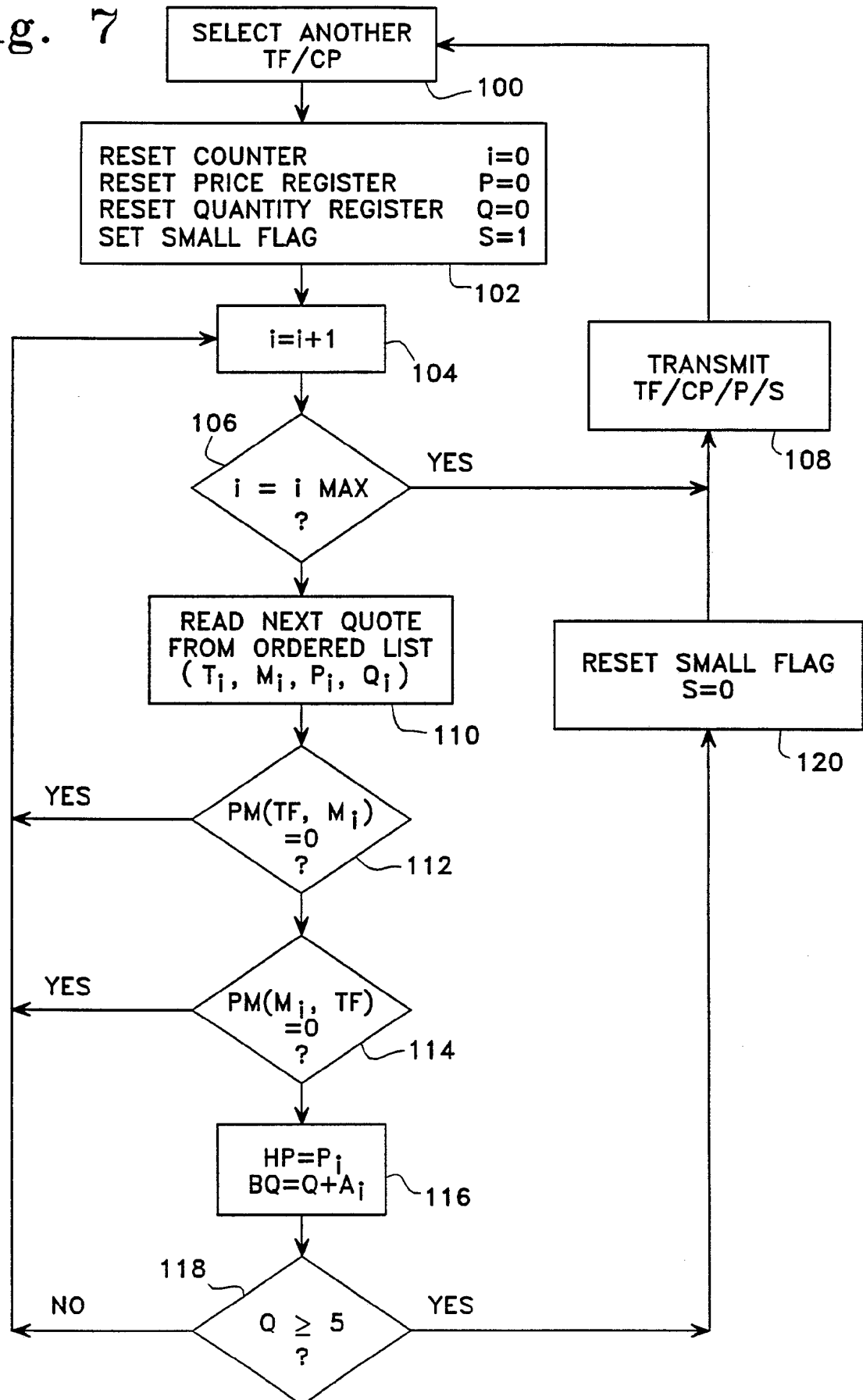
F R O M	FLOOR	TFA1	TFA2	TFB1	TFB2
	TFA1	0	1	0	1
	TFA2	1	1	0	1
	TFB1	0	1		
	TFB2	1	0		

Fig. 6

Fig. 7



## INTERNATIONAL SEARCH REPORT

International Application No

PCT/US 93/00916

<b>I. CLASSIFICATION OF SUBJECT MATTER</b> (if several classification symbols apply, indicate all) <sup>6</sup>		
According to International Patent Classification (IPC) or to both National Classification and IPC		
Int.Cl. 5 G06F15/24		
<b>II. FIELDS SEARCHED</b>		
Minimum Documentation Searched <sup>7</sup>		
Classification System	Classification Symbols	
Int.Cl. 5	G06F	
Documentation Searched other than Minimum Documentation to the Extent that such Documents are Included in the Fields Searched <sup>8</sup>		
<b>III. DOCUMENTS CONSIDERED TO BE RELEVANT<sup>9</sup></b>		
Category <sup>o</sup>	Citation of Document, <sup>11</sup> with indication, where appropriate, of the relevant passages <sup>12</sup>	Relevant to Claim No. <sup>13</sup>
P,X	EP,A,0 512 702 (REUTERS LIMITED) 11 November 1992 see page 2, line 1 - page 3, line 32; figure 1 see page 7, line 19 - page 9, line 14 ---	1,2,8, 10,11,14
A	ELECTRONIC BANKING & FINANCE July 1990, NL pages 3 - 4 'Quotron Introduces New Foreign Exchanges Dealing System' see the whole document ---	1-6,8,10
A	COMPUTERS IN THE CITY '89. 14-16 NOVEMBER 1989, LONDON, UK. pages 53 - 61 F.J. PERKINS 'NORDEX: automated trading for Nordic equities' see the whole document ---	1,8,10
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<sup>o</sup> Special categories of cited documents: <sup>10</sup> "A" document defining the general state of the art which is not considered to be of particular relevance "E" earlier document but published on or after the international filing date "L" document which may throw doubts on priority claim(s) or which is cited to establish the publication date of another citation or other special reason (as specified) "O" document referring to an oral disclosure, use, exhibition or other means "P" document published prior to the international filing date but later than the priority date claimed "T" later document published after the international filing date or priority date and not in conflict with the application but cited to understand the principle or theory underlying the invention "X" document of particular relevance; the claimed invention cannot be considered novel or cannot be considered to involve an inventive step "Y" document of particular relevance; the claimed invention cannot be considered to involve an inventive step when the document is combined with one or more other such documents, such combination being obvious to a person skilled in the art. "&" document member of the same patent family		
<b>IV. CERTIFICATION</b>		
Date of the Actual Completion of the International Search	Date of Mailing of this International Search Report	
20 APRIL 1993	29. 04. 93	
International Searching Authority	Signature of Authorized Officer	
EUROPEAN PATENT OFFICE	BURNE S.R.	

III. DOCUMENTS CONSIDERED TO BE RELEVANT (CONTINUED FROM THE SECOND SHEET)		
Category <sup>a</sup>	Citation of Document, with indication, where appropriate, of the relevant passages	Relevant to Claim No.
A	EP,A,0 399 850 (REUTERS LIMITED) 28 November 1990 cited in the application see column 1, line 1 - column 6, line 27 ---	1,8,10
A	US,A,4 942 616 (LINSTROTH ET AL) 17 July 1990 see abstract -----	1,9

**ANNEX TO THE INTERNATIONAL SEARCH REPORT  
ON INTERNATIONAL PATENT APPLICATION NO.**

US 9300916  
SA 70081

This annex lists the patent family members relating to the patent documents cited in the above-mentioned international search report.  
The members are as contained in the European Patent Office EDP file on  
The European Patent Office is in no way liable for these particulars which are merely given for the purpose of information.

20/04/93

Patent document cited in search report	Publication date	Patent family member(s)	Publication date
EP-A-0512702	11-11-92	None	
EP-A-0399850	28-11-90	US-A- 5136501	04-08-92
US-A-4942616	17-07-90	None	